Approved For Release 1999/00/08 PLA-RDP81B00879R000900020016-8 DPD-1094-59 J. UIII-

19 March 1959

Mr. L. J. Powers Director Defense Auditing General Accounting Office Machington 25, D. C.

Dear Mr. Powers:

DOCUMENT NO. __ NO CHANGE IN CLASS. DECLASSIFIED CLASS, SHANGED TO: TS S 8 2012 NEXT REVIEW DATE: ___ **AUTH: HR 70-2**

In furtherance of our conversation half on 17 REVIEWER'S this is to confirm the request that the auditors currently reviewing the books and records of the state o structed not to ask for the details back of certain job order numbers. The items which we feel could possibly prejudice Mational Security, if the details were disclosed, are connecrated as follows:

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25X1A5a2

The contractor has advised that the officials of the General. Accounting Office currently in his plant are Measrs. Kenneth I. Driscoll and Murice A. Eichenholtz. They are to be joined soon by Meserg. Herbert E. Larson and Leo H. Feekowitz. All of these officials are reported to be from the General Accounting Office, New York Regional Office.

In our discussion you were advised that: A) All of the job orders listed above involve extremely sensitive material. B) The cost audit pertaining to each of these job orders are examined by a witting Department of Defense suditor to insure protection of Government interest and C) All accounts esunating from the job orders cited above have been handled in accordance with the powers vested in the Director of Central Intelligence under Public Law 110, Section 10(b).

I am not asking that the General Accounting Office recall their auditors from this establishment, nor is it intended to imply that they should restrict review of the contractor's accounting practices and policies in any respect except as they may pertain to the details of the above job orders. I should ask in conclusion, that you not reveal to the auditors the neme of the department concerned with initiating this request.

Very truly yours,

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Dist: 0 & 1 - Add

3 - Dep Compt 7-21-Contracts Deputy ComptrollerCOORD: 4 - DPD-DD/P 22 - Reading (Fin)

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23 - Chrono 5 - Contr Off.

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